Agenda Date: 9/12/07 Agenda Item: 3A



STATE OF NEW JERSEY

Board of Public Utilities Two Gateway Center Newark, NJ 07102 www.bpu.state.nj.us

CABLE TELEVISION

IN THE MATTER OF THE ALLEGED FAILURE OF CSC)	ORDER ACCEPTING
TKR, INC. TO COMPLY WITH PROVISIONS OF THE)	OFFER OF SETTLEMENT
NEW JERSEY CABLE TELEVISION ACT, N.J.S.A.)	
48:5A-1 et seq., AND THE NEW JERSEY)	DOCKET NO. CO07080635
ADMINISTRATIVE CODE, N.J.A.C. 14:18-1.1 et seg.	j	

SERVICE LIST ATTACHED

BY THE BOARD:

CSC TKR, Inc., itself and through its subsidiaries¹, (referred to collectively as "Cablevision"), operates certain cable television systems in the State of New Jersey, and such cable systems provide cable television services to almost 1,000,000 subscribers in 176 municipalities in Bergen, Essex, Hudson, Mercer, Middlesex, Monmouth, Morris, Passaic, Somerset, Sussex, Union and Warren counties. The Board's Office of Cable Television ("Office"), Bureau of Inspection and Enforcement uncovered a number of apparent deficiencies during the course of a routine compliance review and as a result of an investigation conducted pursuant to the Board's October 27, 2005 Order of Investigation in Docket No. CX05040335. The Office served notice of its allegations that Cablevision had failed to conform to certain provisions of the New Jersey Cable Television Act, N.J.S.A. 48:5A-1 et seq. and the New Jersey Administrative Code, N.J.A.C. 14:18-1.1 et seq., during the period of January 1, 2004 through June 30, 2007, as more specifically set forth in Schedules 1, 2 and 3 appended to the Offer of Settlement. The aforementioned statutes and regulations require that all cable systems in New Jersey operate in a manner that protects the rights of the cable consumer.

As a result of correspondence, telephone conversations and settlement conferences between Cablevision, the Attorney's General Office and the Office, on August 30, 2007, Cablevision submitted an Offer of Settlement concerning the non-conforming practices outlined on Schedules 1, 2 and 3 appended to the Offer of Settlement.

¹ Cablevision of Monmouth, Inc.; Cablevision of Hudson County, Inc.; Cablevision of New Jersey, Inc.; Cablevision of Newark; Cablevision of Warwick, LLC; Cablevision of Paterson, LLC; Cablevision of Rockland/Ramapo, LLC; Cablevision of Oakland, LLC.

Without admitting to any violations, Cablevision submitted an Offer of Settlement concerning the alleged non-conforming practices which included a monetary offer in the amount of \$262,000.00 and a proposed course of revised procedures in order to resolve all issues concerning the violations alleged by the Office.

The Board had reviewed the matter and <u>HEREBY FINDS</u> that the Offer represents a reasonable settlement in view of the alleged violations. Therefore, the Board <u>HEREBY ACCEPTS</u> the Offer of Settlement proffered by Cablevision subject to the following conditions:

- Cablevision shall cause to be paid to the Treasurer, State of New Jersey, as
 provided by the Board's Order accepting this Offer of Settlement, Two Hundred
 Sixty-Two Thousand and 00/100 (\$262,000.00) dollars on or before a date that is
 thirty (30) days after the date on which a final Order accepting this Offer of
 Settlement is issued by the Board.
- 2. Cablevision shall, on an on-going basis, provide verified proof to the Office that all required quarterly and annual notices are sent to customers in accordance with N.J.S.A. 48:5A-26(c), N.J.A.C. 14:18-3.5 and N.J.A.C. 14:18-3.18 in the form of a true copy of the notices sent and proof of mailing the earlier of thirty (30) days of the completion of such notices or ten (10) days following the end of the quarter or annual period for which the notice was sent. The Board's prior Orders in Docket Nos. CO03090707 and CX05040335 had the same required submission of these notices to the Office and the Board hereby reaffirms that requirement.
- Cablevision shall provide verified proof, including, where appropriate, certifications of continued compliance, to the Office no later than November 12, 2007, that appropriate corrective action was implemented as of the date of its Offer of Settlement to:
 - a. ensure that going forward it will provide customers with adequate information and assure they are served under the most advantageous schedule by providing subscribers information concerning equipment, as required by N.J.A.C. 14:18-3.3;
 - b. ensure that going forward it will provide to prospective and/or existing subscribers notice of availability of senior citizen discount rates, as required by N.J.A.C. 14:18-3.18(b)(3), N.J.A.C. 14:18-3.4(d), and N.J.A.C. 14:18-3.20;
 - c. ensure that going forward it will comply with all terms and conditions of valid Orders issued by the Board and the Director of the OCTV, as required by N.J.S.A. 48:5A-9 and N.J.A.C. 14:17-11.1;
 - d. ensure that going forward it will provide prospective and/or existing subscribers with correct information about local toll-free numbers; a specific date by which payment is due; notice of disconnection; and determining the correct due date for payment, as required by N.J.A.C. 14:18-3.7(a)(1); N.J.A.C. 14:18-3.7(a)(6); N.J.A.C. 14:18-3.9(b); and N.J.A.C. 14:18-3.9(a);
 - e. ensure that going forward it will provide interest on uncorrected billing errors as required by N.J.A.C. 14:18-3.19(a);

- f. ensure that going forward it will issue refund checks promptly, as required by N.J.A.C. 14:18-3.25;
- g. ensure that going forward it will provide prospective and/or existing subscribers with correct information concerning the availability of outage credits, as outlined in N.J.A.C. 14:18-3.5 and required by N.J.A.C. 14:18-3.18(b)(1);
- h. ensure that going forward it will provide OCTV with channel allocation information on forms prescribed by the Director, as required by N.J.A.C. 14:18-3.17(a);
 - ensure that going forward it will comply with FCC customer service standards as required by 47 <u>C.F.R.</u> §76.309(c) and <u>N.J.A.C.</u> 14:18-7.8(a)(2);
- j. ensure that going forward it will file telephone system performance reports in a timely manner, as required by N.J.A.C. 14:18.7.7(c);
- k. ensure that going forward it shall submit complaint reports, as required by N.J.A.C. 14:18-6.7; and
 - ensure that going forward it shall seek approvals from the Board, as required by N.J.S.A. 48:5A-42

The Office will monitor Cablevision or its successor's future notice and filing requirements and procedures as set forth in the State Cable Television Act and the New Jersey Administrative Code.

The Board's acceptance of the Offer of Settlement is for purposes of this proceeding only, addresses only those specific allegations and timeframes in the Offer of Settlement, and shall not be construed as limiting the Board's authority in any other matter affecting Cablevision and or a successor company or operator.

For purposes of assessing penalties for future offenses by Cablevision, its parents, affiliates, subsidiaries and successors that may now or in the future operate the cable television systems that are the subject of this Offer of Settlement, such future offenses shall be considered second or subsequent offenses, in accordance with N.J.S.A. 48:5A-51(b).

This Offer of Settlement does not relieve Cablevision, its parents, affiliates, subsidiaries and successors, from any liability for violations of any Board Orders or other dockets not specifically enumerated herein that occur after June 30, 2007. This Offer of Settlement does not include, and does not have an impact upon, any party's allegations or claims, as they apply to the alleged violation of New Jersey's Underground Facility Protection Act, N.J.S.A. 48:2-73 et seq. referenced in Case # OC 20-07 dated July 2, 2007. To the extent that said filing may involve a potential for liability on the part of Cablevision, its affiliates, subsidiaries or successors, it will remain subject to enforcement or other Board appropriate action.

This Offer of Settlement also does not include, and does not have any impact upon any party's allegations or claims, as they apply to the Petition for Declaratory Ruling filed by Cablevision and docketed under CSR 6279-R, pending before the Federal Communications Commission. To the extent that said filing may involve a potential for liability on the part of Cablevision, its

affiliates, subsidiaries or successors, it will remain subject to enforcement or other Board appropriate action.

Finally, this Offer of Settlement also does not include, and does not relieve Cablevision, its parents, affiliates, subsidiaries and successors, from any liability for allegations or claims, relating to any pending or future investigation, suit or proceeding brought against Cablevision its parents, affiliates, subsidiaries and successors by the State of New Jersey or any agency thereof other than any investigation, suit or proceeding that could have been brought by the Board prior to June 30, 2007.

DATED: 9/13/07

BOARD OF PUBLIC UTILITIES

BY:

ÉANNE M. FOX RESIDENT

FREDERICK F. BUTLER

COMMISSIONER

COMMISSIONER

COMMISSIONER

ATTEST:

SECRETARY

I HEREBY CERTIFY that the within document is a true copy of the original in the files of the Board of Public

IN THE MATTER OF THE ALLEGED FAILURE OF CSC TKR, INC. TO COMPLY WITH PROVISIONS OF THE NEW JERSEY CABLE TELEVISION ACT, N.J.S.A. 48:5A-1 et seq., AND THE NEW JERSEY ADMINISTRATIVE CODE, N.J.A.C. 14:18-1.1 et seq.

OFFER OF SETTLEMENT

DOCKET NO. CO07080635

Celeste M. Fasone, Director Office of Cable Television Board of Public Utilities Two Gateway Center Newark, NJ 07102

Sidney A. Sayovitz, Esq. Schenck, Price, Smith & King 10 Washington Street P.O. Box 905 Morristown, NJ 0 7963-3934

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873-540-7300

T-784 P.02/06 F-196

T-700 P.002/002 F-015

SCHENCK, PRICE, SMITH & KING, LLP

ATTORNEYS AT LAW

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August 30, 2007

SIDNEY A. SAYOVITZ ADMITTID IN NJ AND DC

DIRECT LINE: (975) 540-7556 IMAIL: SAS@SPSK.COM

0007080635

VIA HAND DELIVERY

Celeste M. Fasone, Director Office of Cable Television Board of Public Utilities Two Gateway Center Newark, New Jersey 07102

RE: Offer of Settlement

In the Matter of the Alleged Failure of CSC TKR, Inc.
To Comply with Provisions of the New Jersey
Cable Television Act, N.J.S.A. 48:5A-1 et seq. and the
New Jersey Administrative Code, N.J.A.C. 14:18-1.1 et seq.

Dear Ms. Fasone:

Pursuant to our telephone conversation, enclosed please find the Offer of Settlement that I have executed on behalf of CSC TKR, Inc. I anticipate that the Board will be approving the terms as set forth in the attached Offer of Settlement at its meeting of September 12, 2007. Furthermore, it is my understanding that on September 12, 2007, the Board will be considering the Cablevision pending petitions in Docket Nos. TM 07060394 and CM 07060389.

Thank you for your assistance in these matters.

Very truly yours,

SAS:jmh Enc.

Cc: Caroline Vachier (w/Enc.)

Arlene Pasko (w/Enc.)

Adam Falk (w/Enc.)

Amy Groveman, Esq. (w/Enc.)

Paul Fader (w/Enc.)

MAIL ROOM

OT AUG 30 AM HE 19

DE AROGEFUNK & UTILING

Aug-20-2007 04:17pm From-SCHENCK PRICE SMITH A KING

873-640-7300



IN THE MATTER OF THE ALLEGED FAILURE OF CSC TKR, INC. TO COMPLY WITH PROVISIONS OF THE NEW JERSEY CABLE TELEVISION ACT, N.J.S.A. 48:5A-1 et seq., AND THE NEW JERSEY ADMINISTRATIVE CODE, N.J.A.C. 14:18-1.1 et seq.

OFFER OF SETTLEMENT

Docket No.

WHEREAS, CSC TKR, Inc., itself and through its subsidiaries, (referred to collectively as "Cablevision"), operates certain cable television systems (the "Cable Systems") as that term is defined in N.J.S.A. 48:5A-3(d), in the State of New Jersey, pursuant to applicable State and Federal law, and such cable systems provide cable television services to almost 1,000,000 subscribers in the State of New Jersey; and

WHEREAS, New Jersey cable television companies are subject to the jurisdiction of the Board of Public Utilities (the "Board"), Office of Cable Television (the "Office" or "OCTV"), pursuant to the provisions of the New Jersey Cable Act, N.J.S.A. 48:5A-1 et seq. (the "Act") and the New Jersey Administrative Code, N.J.A.C. 14:18-1.1 et seq. (the "Regulations"); and

WHEREAS, New Jersey cable television companies are required to comply with the Act, the Regulations and duly promulgated orders and directives of the Board and Director of the Office ("Board Orders"); and

WHEREAS, the OCTV has conducted investigations with regard to Cablevision and has alleged that Cablevision failed to comply with certain provisions of the Act, Regulations and Board Orders from the time period running from January 1, 2004 through June 30, 2007; and

WHEREAS, Cablevision has contested allegations regarding the company's compliance with the Act, the Regulations and Board Orders from the time period running from January 1, 2004 through June 30, 2007; and

WHEREAS, Board Staff and Cablevision have agreed that the violations set forth on Schedules 1, 2, and 3 constitute all violations alleged to have occurred from January 1, 2004 through June 30, 2007; and

WHEREAS, Cablevision, without acknowledging any violation, desires to resolve amicably all outstanding issues regarding compliance with the Act, Regulations, and Board Orders, without incurring the additional delay and expense that would be associated with a formal proceeding before the Board; and

T-888 P.004/006 F-014

WHEREAS, Cablevision has proposed to the Board an Offer of Settlement in full settlement of all violations alleged to have occurred from January 1, 2004 through June 30, 2007, as more fully described on Schedules 1, 2 and 3, incorporated herein by reference; and

WHEREAS, Board Staff has agreed with the terms of this Offer of Settlement;

NOW, THEREFORE, Cablevision hereby submits to the Board this Offer of Settlement as follows:

- 1. Cablevision shall cause to be paid to the State of New Jersey, as provided by the Board's Order accepting this Offer of Settlement, Two Hundred Sixty-Two Thousand and 00/100 (\$262,000.00) on or before a date that is thirty (30) days after the date on which a final Order accepting this Offer of Settlement is issued by the Board.
- 2. Except as set forth below, in consideration of the foregoing, the Board shall forever release, waive and forgo any and all claims, demands, suits, allegations, complaints, defenses, penalties or offsets, known or unknown, asserted or unasserted, actual or potential, that the Board ever had, now has or hereafter can, shall or may have that relate in any way to the operation of the Cable Systems by Cablevision for the period up to and including June 30, 2007.
- 3. This Offer of Settlement does not include, and does not have an impact upon, any party's allegations or claims, as they apply to the alleged violation of New Jersey's Underground Facility Protection Act, N.J.S.A. 48:2-73 et seg, referenced in Case # OC 20-07, dated July 2, 2007. To the extent that said filing may involve a potential for liability on the part of Cablevision, its affiliates, subsidiaries or successors, it will remain subject to enforcement or other Board appropriate action.
- 4. This Offer of Settlement does not include, and does not have an impact upon, any party's allegations or claims, as they apply to the Petition for Declaratory Ruling filed by Cablevision and docketed under CSR 6279-R, pending before the Federal Communications Commission ("FCC"). To the extent that said filing may involve a potential for liability on the part of Cablevision, its affiliates, subsidiaries or successors, it will remain subject to enforcement or other Board appropriate action.
- 5. Notwithstanding this Offer of Settlement, the Board reserves its rights to assert jurisdiction in the Petitions for Declaratory Ruling filed by Cablevision and docketed under CM07060389 and TM07060394.

- 6. Any violation(s) of the Act, the Regulations or Board Orders by Cablevision, its afriliates, subsidiaries, or successors that may now or in the future operate the cable television systems that are the subject of this Offer of Settlement, shall be deemed to be a second or subsequent violation, as appropriate, pursuant to the provisions of N.J.S.A. 48:5A-51(b) for the purpose of determining the amount of any applicable penalty.
- 7. Recognizing but notwithstanding the provisions of the foregoing paragraph, Cablevision agrees to take the following actions to the extent required by valid and applicable law: It will use its best efforts going forward to:
 - (a) it will provide customers with adequate information and assure they are served under the most advantageous schedule by providing subscribers information concerning equipment, as required by N.J.A.C. 14:18-3.3.
 - (b) it will provide to prospective and/or existing subscribers notice of availability of senior citizen discount rates, as required by N.J.A.C. 14:18-3.18(b)(3); N.J.A.C. 14:18-3.4(d); and N.J.A.C. 14:18-3.20.
 - (c) it will comply with all terms and conditions of valid Orders issued by the Board and the Director of the OCTV, as required by NJ.S.A. 48:5A-9 and N.J.A.C. 14:17-11.1.
 - (d) it will provide prospective and/or existing subscribers with correct information about local toll-free numbers; a specific date by which payment is due; notice of disconnection; and determining the correct due date for payment, as required by N.J.A.C. 14:18-3.7(a)(1); N.J.A.C. 14:18-3.7(a)(6); N.J.A.C. 14:18-3.9(b); and N.J.A.C. 14:18-3.9(a).
 - (e) it will provide interest on uncorrected billing errors as required by N.J.A.C. 14:18-3.19(a).
 - (f) it will issue refund checks promptly, as required by <u>N.J.A.C.</u> 14:18-3.25.
 - (g) it will provide prospective and/or existing subscribers with correct information concerning the availability of outage credits, as outlined in N.J.A.C. 14:18-3.5 and required by N.J.A.C. 14:18-3.18(b)(1).

Aug-29-2007 04:17pm

T-688 P.006/008 F-014

- (h) it will provide OCTV with channel allocation information on forms prescribed by the Director, as required by N.J.A.C. 14:18-3.17(a).
- (i) it will comply with FCC customer service standards as required by 47 <u>C.F.R.</u> §76.309(c) and <u>N.J.A.C.</u> 14:18-7.8(a)(2).
- (j) it will file telephone system performance reports in a timely manner, as required by N.J.A.C. 14:18.7.7(c).
- (k) it shall submit complaint reports, as required by N.J.A.C. 14:18-6.7.
- (1) it shall seek approvals from the Board, as required by N.J.S.A. 48:5A-42.
- 8. The execution of this Offer of Seulement shall neither be deemed an admission by Cablevision of any violation of the Act, the Regulations or any Board Orders, nor a determination by the Board or OCTV that such violation has occurred.

Sidney A. Sayovitz

Attorney for CSC TKR, Inc.

Dated: August 29, 2007

Humber	besse	Description	Year	Days Delinquent	Regulation or Status
1		Charmed Allocation (Add, Dakes or Realignment of Charmels) Cabbridges Monmouth requires digital box to receive WYNII and tailed to provide 30 days natice to subscribes	2007	Sub. Rect 5/25/07 w/E/Rective Date 5/25/07	NJAC 14:18-3 17(a
		Cablevision failed to comply with FCC customer service standards for the 18 Quarter 2007 by exceeding a 20 second hold time. (14 systems)	2007	31 seconds reported (1 seconds above standard)	47 C.F.R.§ 78.309(c. NJAC 14:18-7,5012)
3		Based Orden Cablevision falled to file a Notice of Intention with the OCTV, no later			
		Bain Navember (3h of an election to continue operating under a water provision allowing th-monthly notice of rates and charges instead of a monthly being identification and case of each component for all service postages, (all systems)	2007	Notice for 2007 calendar year due 11/15/06 notice mord 13/21/06 (36 days delinquent)	NUAC 14:17-11.1 (regulation only)
		Columns in that to enemyly with the conditions of the Other of facilities on Duchas No. COLUMNITY by fathing to provider 5) worked proof to the COTV that notice of complaint officer was provided for regions manifogalities in the systems, and 2) true copies of annual and questionly sedecal and working proof of smalling in technicities; within likely days of the complaints of securing and continues.		,	C003090707; NUAC
		4th Guarter 2008 Notices (Cubervision failed to provide a true copy of the subscriber notice sent and verified proof that its 4th quarter notices were sont to all subscribers in 1 system - Rockland/Ramapo)	2007	True Copy of Notice and Vertilled Proof of Mailing for 1 system Due 1/10/07, No Rupty at of 7/5/07 (175 days delinguent)	reaffirmed in Board Order CXXXXXXXXXXXXXXXXXXXXXXXXXXXXXXXXXXXX
	ь	2006 Annual Notices (14 systems - all) (Cablevision fialed to provide a tine copy of the subscriber notice sent and verified proof that its 2006 sincual notices were part to all subscribers)	2007	True Copy of Notice and Verified Proof of Mailing Due 1/3007, No Reply es of 7/5/07 (156 days delinquent)	reaffirmed in Board Order CX05040335 (snrous/guarterly notional)
	c	1st Quarter 2007 Notices (Cablevision tailed to provide a true copy of the subscriber notice sent and verified proof that its 1st quarter notices were sent to all subscribers in 1 system - Rockland/Ramapo).	2007	True Copy of Notice and Verified Proof of Mailing for 1 system Due 4/10/07, No Reply as of 7/5507 (86 days delinquent)	reaffirmed in Board Order CX05040335 (annual/quarterly notices)
8 1		Board Approval	00000		
		Obtain Prior Board Approval to Issue any stocks, bonds, notes or other priorities of indubtedness payable more than 12 months after the date or dates thereof, or extend or renew any bond, note or other evidence of indebtedness so that any extension or moneut thereof shall be payable letter than 12 months after the date of the original instrument.	2007	Cablevision entered into pertain credit facilities with a group of banks	40.5A-42
100	NOTE	It should be rolled that case the occurred between Fabruary and March 2006, strough It was not discovered unit 2007.		T	

SCHEDULE 1 (Five Pages)

		Description	Year	Days Delinquent	Regulation or Statut
		SECTION AND ADDRESS OF THE SECTION AND ADDRESS OF THE SECTION AND ADDRESS OF THE SECTION AD			
		(1)		and the second second second	
		Cablevision of Raritan Valley failed to provide customers adequate			
		information to obtain the most economical service by failing to notify them	t, in		1
		that a converter was no longer needed to receive the YES channel upon			47 C.F.R.§ 76.980(f)
	a	its relocation to the expanded basic service tier.	2004		NJAC 14:18-3.3
		Cablevision of Morris failed to provide a local/toll free company number			
!		on its November 2003 through February 2004 billing statements. (only			
	ь	2004 period chargeable)	2004		NJAC 14:18-3.7(a)1
		Cablevision of Monmouth falled to show the date by which payment is			1
	C	due on all bills.	2004	States Due "On Recpt"	NJAC 14:18-3.7(a)6
		Cablevision of Raritan Valley failed to provide a customer 15 days written		Date of Disconnection Notice 2/13/04, Date	1
	<u>d</u>	notice prior to the disconnection of cable service.	2004	of Disconnection 2/23/04	NJAC 14:18-3.9(b)
		Cablevision failed to provide credit with simple interest to customers with			
		overpayments due to a billing error that had not been corrected or	i .		
1		refunded after two billing cycles after being notified by the customers for	2004 &		
		8 customers in its Monmouth, Newark, and Oakland systems.	2005	Various	NJAC 14:18-3.19(a)
		Cablevision failed to issue refund checks promptly following service	2000	Vallus	MUNC 14: 10-3: 19(8)
		disconnection for 49 customers in its Hamilton, Hudson, Monmouth.	2004, 2005		
	1	Morris, Newark, New Jersey, Oakland and Raritan Valley systems.	& 2006	Various	NJAC 14:18-3.25
		Cablevision of Monmouth fails to provide customers in its billing cycle of	u 2000	Validas	: NUMC 14: 10-3.25
		the 22 nd to the 21 nd of the month 15 days from the start of the billing	2005 &	요. 하이들을 함께 들었다. 그리 하였다	I
3		period to pay their bills.	2005 6		NJAC 14:18-3.9(a);
		Cablevision of Monmouth has inappropriately assessed a 6% Sales tax	2000		NJAC 14:18-3.8
- 1	h	on an electronic Change of Service Fee.			1
+	"-	Cablevision Rantan Valley misinformed customers of the period of	2005		
- 1		service interruption that would qualify for an outage credit on the back of		이 생님이 되었다. 그 그리고 없었다	!
		its work orders.	****		NJAC 14:18-3.5; NJAC
-+		Cablevision of New Jersey (Bergen) failed to provide a local/toll free	2005		14:18-3.18(b)1
	4.5	company number on its June 2005 through December 2005 billing	2005 &		
		statements and on its January 2006 billing statement.	2006		NJAC 14:18-3.7(a)1
2		The same of the sa			NJAC 14:18-3.17(a)
		All Cablevision systems added High Definition feeds for its MSG, FSNY,			
		HBO and Showtime channels without filing a channel allocation form as			
	a	prescribed by the Director.	2004	Rec'd 2/17/04 w/Effective Date 3/17/04	
		All Cablevision systems added the Sundance channel as a a-la-carte			
- 1 T		premium channel on less than 30 days notice and without filing a channel			
	<u>b</u>	allocation form as prescribed by the Director.	2004	Rec'd 2/19/04 w/Effective Date 2/20/04	
		Cablevision of Warwick deleted the HBO Signature channel on less than	1		1
31.33		30 days notice and without filing a channel allocation form as prescribed			
	C	by the Director.	2004	Rec'd 4/26/04 w/Effective Date 5/25/04	
		All Cablevision systems deleted Metro TV and Metro Stories Channels			1
		on less than 30 days notice and without filing a channel allocation form			10.00
: : .	d	as prescribed by the Director.	2005	Rec'd 6/13/05 w/Effective Date 6/23/05	
	7				1
3		Tourners Discount Concerns Corries Standards			entre energiale e con

Cablevision Enforcement Cases

Number	busine	Description	Year	Days Delinquent	Regulation or Statu
		-			
		Cablevision failed to comply with FCC customer service standards for the fail quarter 2004 by exceeding a 30 second hold time. (14 systems). Cablevision failed to file 3rd Quarter 2004 Periodic Telephone System.	2004	56 seconds reported (25 seconds above standard)	47 C.F.R.§ 76.3099 NJAC 14:18-7.6(a)
1		Performance Report within the limetrams, (14 late = 1 mport filed for 14 systems)	2004	3rd Oir 04' Due 10/12/04 (10/10/04 Seturday); Rec'd 10/18/04 (6 days delinguent)	NJAC 14:18-7.76:
	t	Cablevision failed to correty with FCC customer service standards for the, 3rd quarter 2006 by exceeding a 30 second hold line. (14 systems)	2006	35 seconds reported (5 seconds above standard)	47 C.F.R.§ 76.309(NJAC 14:18-7.5(a)
4		Board Orders			
		Cationskin based to file a Notice of Intention with the OCTV, no later than November 15, 2004 as required by Board Order in Docked No. COO3 100796 of an election to continue operating under a welver provision allowing bi-monthly notice of rates and charges leated of a monthly billing identification and rate of each component for all service packages under 14:18-3.7. (all systems)	2004	Notice for 2005 calendar year due 11/15/04 only notice mich 10/25/05 for 2000 calendar year (2005 notice 344 days delinqued)	CO03100706; NJAC
	ь	Catiovision failed to comply with the canditions of its last Office of Settlement in Docket No. CXXXXXXXXXXXXXXXXXXXXXXXXXXXXXXXXXXXX	2005	Due 6/20/05: Reply recid 7/18/05 but it was not verified proclimatification that corrective action implemental, themstore, no reply as of 7/5/07 (745 days delinquent).	
5		Coherentees halled to comply with the conditions of the CRE of betterment in Domine Inc. CO3000707 by failing in provide, 10 worlded proof to the CCTV that notice of complaint officer (see provided to review insurance) action in systems, talk 10 min. Copies of annual and quarterly include and verified proof of analogy by Schnotthan without history days of the completion of annual proof of the 37 schnotthan without history days of the completion of annual proof.			CO03090707; NIAC
		4th Quarter 2003 Complaint Officer (5 systems - Monmouth, Mortis, Newseth, New Jersey, Cokland and Rantun Valley)	2004	Due 1/15/04, Verified Proof Via Sample Bill Rec'd 10/11/05 (635 days delinquent)	1
1	ь	1st Quarter 2004 Complaint Officer (5 systems - Montouth, Norts, Nowark, New Jersey, Oskland and Rankin Volkry)	2004	Due 4/30/54, Verified Proof Via Sample Bill Rectd 10/11/05 (529 days delinquent)	
	e	2nd Quarter 2004 Complaint Officer (7 systems - Monmouth, Monte, Newsrk, New Jersey, Oakland, Rantan Valley and Rockland Ramapo)	2004	Due 7/30/04. Vertiled Proof Vie Sample Bill Rec'd 10/11/05 (438 days delinquent)	
	d	3rd Quarter 2004 Complains Officer (7 systems - Monmouth, Monte, Newsky, New Jersey, Castand, Ranten Valley and Rockland Fermapo) 2004 Annual Micros (14 systems - st) (Coldension Insked to provide a less copy of the subscriber notice sent and was definition in providing the vertiled proof that its 2004 annual notices were sent to all	2004	Due 10/3004, Verified Proof Vis Sample Bit Buc'd 10/11/05 (045 days delinquent) Verified Proof of Making Due 10/24/04, Bac'd 12/17/04 (54 days delinquent). Tree Copy of Notice Due 10/24/04, No Reply as of 1/5/07 (94) days delinquent).	
	1	4th Quarter 2004 Complaint Officer (5 systems - Monmouth, Monts, Newtrk, New Jersey, California and Rantan Valley)	2005	Due 1/30/05, Verified Proof Via Sample Bit Recrit 10/11/05 (254 days defination)	- 0-1979

<u>lember i</u>	leeue	Description	Year	Days Delinquest	Regulation or Statu
	_0	1st Quarter 2005 Complaint Officer (6 systems - Monmouth, Morris, Newark, New Jersey, Oakland and Raritan Valley)	2005	Due 4/30/05, Verified Proof Via Sample Bill Rec'd 10/11/05 (184 days delinquent)	
	. <u>.</u> h	2nd Quarter 2005 Notices (Cablevision failed to provide in a timely manner a true copy of the subscriber notice sent and verified proof that its 2nd quarter notices were sent to all subscribers in 13 systems - all except Rocklandfkamapo) (Cablevision failed to provide verified proof to the OCTV that notice of Complaint Officer was provided for various municipalities in 6 systems - Monroucht, Morria, Newark, New Jersey, Oaktand and Raritan Valley) (Cablevision failed to provide verified proof that its 2nd quarter notices were sent to all subscribers in 1 system - Rocklandfkamapo)	2005	True Copy of Notice and Verified Proof of Mailing for 13 systems Due 7/10/05, Roc'd 7/11/05 (14 dy delinquent); "Compaint Officer" Notices Due 7/10/05, Verified Proof Via Sample Bill Rac'd 10/11/05 (93 days delinquent); Rockland/Tamapo Verified Proof of Mailing Due 7/10/05, No Reply as of 7/50/07 (75 days delinquent)	reaffirmed in Board Order CX0504033 (annual/quarterly annual/quarterly
	1	3rd Quarter 2005 Notices (Cablevision failed to provide in a timely manner a true copy of the subscriber notice sent and verified proof that its 3rd quarter notices were sent to all subscribers in 13 systems - all except Rockland/Ramapo) (Cablevision failed to provide verified proof that its 3rd quarter notices were sent to all subscribers in 1 system - Rockland/Ramapo)	2005	True Copy of Notice and Verified Proof of Mailing for 13 systems Due 10/10/05, Rec'd 10/11/05 (1 day delinquent); Rockland/Ramapo Vetified Proof of Mailing Due 10/10/05, No Reply as of 7/5/07 (633 days delinquent)	realfirmed in Board Order CX05040335 (annual/quarterly notices)
- - -		2005 Annual Notices (14 systems - all) (Cablevision felled to provide a inue copy of the subscriber notice sent and timely verified proof that its 2005 annual notices were sent to all subscribers)	2006	True Copy of Notice and Verified Proof of Maling Due 2/10/06, Verified Proof of Maling Receive/4/7/06 (56 days delinquent), True Copies of Notices No Reply as of 7/5/07 (510 days delinquent)	reaffirmed in Board Order CX05040333 (annual/quarterly notices)
	k	1st Quarter 2006 Notices (Cablevision failed to provide a true copy of the subscriber notice sent and verified proof that its 1st quarter notices were sent to all subscribers in 1 system - Rockland/Ramapo)	2006	True Copy of Notice and Verified Proof of Mailing for 1 system Due 4/10/06, No Reply as of 7/5/07 (451 days delinquent)	reaffirmed in Board Order CX05040333 (annual/quarterly notices)
1,		2nd Quarter 2006 Notices (Cablevision failed to provide a true copy of the subscriber notice sent and verified proof that its 2nd quarter notices were sent to all subscribers in 1 system - Rockland/Ramapo)	2006	True Copy of Notice and Verified Proof of Mailing for 1 systems Due 7/10/06, No Reply as of 7/5/07 (360 days delinquent)	reaffirmed in Board Order CX06040335 (annual/quarterly notices)
SHEET		3rd Quarter 2006 Notices (Cablevision failed to provide a true copy of the subscriber notice sent and verified proof that its 3rd quarter notices were sent to all subscribers in 1 system - Rockland/Ramapo)	2006	True Copy of Notice and Verified Proof of Mailing for 1 system Due 10/10/06, No Reply as of 7/5/07 (288 days delinquent)	reaffirmed in Board Order CX05040335 (annual/quarterly notices)
6		23 COA Board Orders "Designated Constituted Offices"		Various Docket Nos.	
	<u> </u>	Cablevision of Morris tailed to notify subscribers in Hanover Township of a local complaint officer as required by its Certificate of Approval dated 21/05.	2005	Notice & Opportunity to Cure w/Enforcement from 5/1/05; Verified Proof Rec'd 10/11/05 (164 days delinquent)	CE01080479; NJAC
	b	Cablevision of Morris failed to notify subscribers in Mine Hill Township of is local complaint officer as required by its Cartificate of Approval dated 3/3/04.	2005	Notice & Opportunity to Cure w/Enforcement from 5/1/05; Verified Proof Rec'd 10/11/05 (164 days delinouent)	CE02050297; NJAC

Cabladeigo Enforcement Casas

Number	besse	Description	Year	Days Delinquent	Regulation or Status
	c	Cabbinshion of Rantan Valley failed to notify subscribers in Watchung Borough of a local complaint officer an required by its Certificate of Approval deled 11/13/00.	2006	Notice & Opportunity to Cure w/Enforcement from \$1705; Verified Proof Rec'd 10/1 1/05 (164 days delinguent)	CE97020078; NJAC
	đ	Cablevision of Rarian Valley failed to notify subscribers in Warrest Township of a local complaint officer as required by its Certificate of Approval dated 1/27/64.	2005	Notice & Opportunity to Cure w/Enlorcement from 5/1/05; Verified Proof Racid 10/11/05 (164 days delinquent)	CE92111061; NJAC 14:17-11.1
		Cablevision of Runtan Valley failed to notify subscribers in Seymentin Borough of a local complaint officer as required by its Certificate of Approval dated 11/6/96.	2005	Notice & Opportunity to Cure w/Enforcement from 51405; Verified Proof Redd 3011305 (164 days delinquent)	CE9404011; NJAC 14:17-11,1
	r	Cablevision of Rantan Valley taked to notify subscribers in Keyport Borough of a local compaint officer as required by its Certificate of Approval dated 5/15/01.	2005	Notice & Opportunity to Cure witinforcement from 5/14/5; Verified Proof Recid 19/1 1/05 (164 days delinquent)	CE00100757; NJAC
	٠	Caltérvision of Rantan Valley failed to notify subscribers in Green Brook Township of a local complaint officer as mouled by its Cartificate of Approval dated 4/11/03.	2005	Notice & Opportunity to Cure WEnforcement from \$105; Verified Proof Recid 10/11/05 (164 days delinquent)	CE03010009; NUAC
	h	Cablevision of Rantan Valley failed to notify subscribers in Bridgewater. Township of a local complaint officer as required by its Certificate of Approval dated 4/24/90.	2005	Notice & Opportunity to Cure w/Enforcement from 511/05; Verified Proof Racid 10/11/05 (164 days definition)	CE94090395; NUAC
		Cablevision of Oakland failed to notify subscribers in Waldwick Borough of a local complaint officer as required by its Certificate of Approval dated 8/10/02.	2005	Notice & Opportunity to Cure witnforcement from \$1105; Verified Proof Rects 10/11/05 (164 days delinquent)	CE02030161; NJAC
	1	Cablevision of Caldand failed to notify subsorbers in Teansok Township of a local complaint officer as required by its Certificate of Approval dated 87/00.	2005	Notice & Opportunity to Cure w/Enforcement from 51/05; Ventiled Proof Rectd 10/11/05 (164 days delinquent)	CE99090700; NJAC 14:17-11.1
		Cablevision of California failed to notify subscribers in Ridgewood Village of a local complaint officer as required by its Certificate of Approval dated 5/16/02.	2005	Notice & Opportunity to Cure WEnforcement Inpn \$1/05; Vertiled Proof Rec'd 10/11/05 (154 days delinquent)	CE02040217; NJAC 14:17-11,1
		Cablevision of Caldand failed to notify subscribers in Park Ridge Bicrough of a local complaint officer as required by its Certificate of Approval dated 7/9/03.	2005	Notice & Opportunity to Cure willnforcement from \$1105; Verified Proof Rectl 10/11/05 (164 days delinquent)	CE03040280; NJAC 14;17-11,1
	m	Cablevision of Newark failed to notify subscribers in City of Newark of a local complaint officer as required by its Certificate of Approval dated 8/39/00.	2005	Notice & Opportunity to Cure w/Enforcement from \$1705; Ventiled Proof Racid 10/11/05 (164 days delinquent)	CE98090351; NJAC 14:17-11.1
	n	Cabinition of New Jersey belief to notify subscribers in Paramuz Borough of a local complaint officer as required by its Certificate of Approval dated 4505	2005	Notice & Opportunity to Cure w/Enforcement from 5/1/05; Verified Proof Recid 10/11/05 (104 days delinquent)	CE05010102; NJAC 14:17-11.1

Cablevision Enforcement Cases

Number	lasus	Description	Year	Days Delinquent	Regulation or Statut
	0	Cablevision of New Jersey failed to notify subscribers in Norwood Borough of a local complaint officer as required by its Certificate of Approval dated 12/11/01.	2006	Notice & Opportunity to Cure w/Enforcement from 5/1/05; Verified Proof Rec'd 10/11/05 (164 days delinquent)	CE00120933; NJAC 14:17-11,1
		Cablevision of New Jersey failed to notify subscribers in Hillsdale Borough of a local complaint officer as required by its Certificate of Approval dated 11/1/99.	2006	Notice & Opportunity to Cure w/Enforcement from 5/1/05; Verified Proof Rec'd 10/11/05 (164 days delinquent)	CE99020099; NJAC 14:17-11.1
	q	Cablevision of New Jersey feiled to notify subscribers in Fairtawn Borough of a local complaint officer as required by its Certificate of Approval dated 10/21/98.	2005	Notice & Opportunity to Cure w/Enforcement from 5'1/05; Verified Proof Rec'd 10/11/05 (164 days definquent)	CE95120664; NJAC 14:17-11.1
	r	Cablevision of Morris failed to notify subscribers in Netcong Borough of a local complaint officer as required by its Certificate of Approval dated 9/5/02.	2005	Notice & Opportunity to Cure w/Enforcement from 5'1/05; Verified Proof Rec'd 10'11/05 (164 days delinquent)	CE02050288; NJAC 14:17-11.1
	8	Cablevision of Morris failed to notify subscribers in Mountain Lakes Borough of a local complaint officer as required by its Certificate of Approval dated 12/10/03.	2005	Notice & Opportunity to Cure w/Enforcement from 5/1/05; Verified Proof Rec'd 10/11/05 (164 days delinquent)	CE02060318; NJAC 14:17-11.1
	t	Cablevision of Monmouth failed to notify subscribers in Neptune Township of a local complaint officer as required by its Certificate of Approval dated 8/3/94.	2005	Notice & Opportunity to Cure w/Enforcement from 5/1/05; Verified Proof Rec'd 10/11/05 (164 days delinquent)	CE93110519; NJAC 14:17-11.1
	U	Cablevision of Monmouth failed to notify subscribers in Millstone Township of a local complaint officer as required by its Certificate of Approval dated 5/6/02.	2005	Notice & Opportunity to Cure w/Enforcement from 5/1/05; Verified Proof Rec'd 10/11/05 (164 days delinquent)	CE01060403; NJAC 14:17:11.1
	٧	Cablevision of New Jersey failed to notify subscribers in Woodciff Lake Borough of a local complaint officer as required by its Certificate of Approval dated 12/22/04.	2005	Notice & Opportunity to Cure w/Enforcement from 5/1/05; Verified Proof Rec'd 10/11/05 (164 days delinquent)	CE04101122; NJAC 14:17-11,1
	w	Cablevision of Oakland failed to notify subscribers in Lincoln Park Borough of a local complaint officer as required by its Certificate of Approval dated 7/23/04.	2005	Notice & Opportunity to Cure w/Enforcement from 5/1/05; Verified Proof Rec'd 10/11/05 (164 days delinquent)	CE01030164; NJAC 14:17-11.1
					ļ

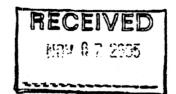
umber	lasve	Description	Yeer	Days Delinquent	Regulation or State
4 -					NJAC 14:18-3.17(a
		Cablevision Monmouth requires digital box to receive WYNE and failed		Sub. Rec'd 5/26/07 w/Effective Date	Person 14:10-3:17(2
		to provide 30 days notice to subscribers	2007		
	· · E	to provide so days home to subscribers	2007	6/20/07	
2		Yelophone Reports & Customer Service Standards			
		Cablevision failed to comply with FCC customer service standards for the 1st quarter 2007 by exceeding a 30 second hold time. (14 systems)	2007	31 seconds reported (1 seconds above standard)	47 C.F.R.§ 78.309(c NJAC 14:18-7.8(a)
-		all to Martin 21 Martin 21 Martin 22			<u> </u>
<u> </u>		The state of t			<u> </u>
!		Cablevision failed to file a Notice of Intention with the OCTV, no later than November 15th of an election to continue operating under a waiver provision allowing bi-monthly notice of rates and charges instead of a monthly billing identification and rate of each component for all service		Notice for 2007 calendar year due 11/15/06	NJAC 14:17-11.1
		packages. (all systems)	2007	notice rec'd 12/21/06 (36 days delinquent)	(regulation only)
4		Restlement in Declart No. COCOCOTYT by billing to provide: 1) verified proof to the CCTY that notice of complaint officer was provided for vertices insensipalities in its systems; and 2) true copies of annual and question's notices and verified prior of cooling to industriars within thirty days of the complaints of such actions.			C003090707; NJA
		4th Quarter 2006 Notices (Cablevision failed to provide a true copy of the subscriber notice sent and verified proof that its 4th quarter notices were sent to all subscribers in 1 system - Rockland/Ramapo)	2007	True Copy of Notice and Verified Proof of Mailing for 1 system Due 1/10/07, No Reply as of 7/5/07 (176 days delinquent)	reaffirmed in Board (annual/quarterly notices)
	<u> </u>	2006 Annual Notices (14 systems - all) (Cablevision falled to provide a frue copy of the subscriber notice sent and verified proof that its 2006 annual notices were sent to all subscribers)	2007	True Copy of Notice and Verified Proof of Mailing Due 1/30/07, No Reply as of 7/5/07 (156 days delinquent)	reaffermed in Board Order CX0504033 (annual/quarterly notices)
	с	1st Quarter 2007 Notices (Cablevision failed to provide a true copy of the subscriber notice sent and verified proof that its 1st quarter notices were sent to all subscribers in 1 system - Rockland/Ramapo)	2007	True Copy of Notice and Verified Proof of Mailing for 1 system Due 4/10/07, No Reply as of 7/5/07 (86 days delinquent)	Order CX0504033 (annual/quarterly notices)
		Board Approvat			
1		Obtain Prior Board Approval to Issue any stocks, bonds, notes or other evidence of indebtedness payable more than 12 months after the date or dates thereof, or extend or renew any bond, note or other evidence of		Property Services	
· .		dates thereof, or extend or renew any bond, note or other evidence of indebtedness so that any extension or renewal thereof shall be payable		(Cable dalay automatints and to	
	.	leter than 12 months after the date of the original instrument	2007	Cablevision entered into certain credit facilities with a group of banks	48:5A-42
1-	NOTE:	If should be noted that case be occurred between February and March 2001, pithough II was not discovered until 2007.			

SCHEDULE 3



STATE OF NEW JERSEY
Board of Public Utilities
Two Gateway Center
Newark, NJ 07102
www.bbu.state.ni.us

genda Date: 10/26/05 Agenda Item: 3B



OFFICE OF CABLE TELEVISION

IN THE MATTER OF THE ALLEGED FAILURE OF
CSC HOLDINGS, INC. AND CERTAIN SUBSIDIARIES
(CABLEVISION) TO COMPLY WITH PROVISIONS OF
THE NEW JERSEY CABLE TELEVISION ACT, N.J.S.A.
48:5A-1 et seq. and THE NEW JERSEY
ADMINISTRATIVE CODE, N.J.A.C. 14:18-1.1 et seq.

ORDER OF INVESTIGATION

DOCKET NO. CX05040335

SERVICE LIST ATTACHED

BY THE BOARD

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The New Jersey Board of Public Utilities ("Board") an agency within the Executive Branch of the State Government, with principal offices at Two Gateway Center, Newark, Essex County, New Jersey, alleges the following:

- 1 The Board, pursuant to N.J.S.A. 48:1-1 et seq. and the Cable Television Act, N.J.S.A. 48:5A-1 et seq., has been granted general supervision and regulation of and jurisdiction and control over all cable television systems which operate within the State of New Jersey, subject only to the limitations of Federal law.
- 2. The Board has the duty and authority to investigate complaints of alleged violations of the Cable Television Act, associated regulations, and municipal consents and has the power to subpoena witnesses and compel their attendance, administer oaths and require the production for examination of any books or papers relating to any matter under investigation pursuant to N.J.S.A. 48:5A-9.
- 3. The Office of Cable Television is a separate office within the Board, established by the Cable Television Act and authorized to supervise and regulate cable television companies to the extent necessary to carry out the purposes of the Act.
- 4 CSC Holdings, Inc., is a cable television system operator, as defined by State and federal law, operating in the State of New Jersey, with its principal office at 1111 Stewart Avenue, Bethpage, New York, and with control and authority over the various cable systems operating within the State under the "Cablevision" name.

- 5. Cablevision operates a number of systems under the following designations: Cablevision of New Jersey, Inc. Bayonne; CSC TKR, Inc., d/b/a Cablevision of Elizabeth; CSC TKR, Inc., d/b/a Cablevision of Hamilton; Cablevision of Hudson County, Inc.; Cablevision of Monmouth, Inc.; CSC TKR, Inc., d/b/a Cablevision of Morris; Cablevision of New Jersey, Inc. and CSC Gateway Corp, controlling Cablevision of Newark; Cablevision of New Jersey, Inc. Bergen; Cablevision of Oakland, LLC; Cablevision of Paterson, LLC; Cablevision of Rockland/Ramapo, LLC; CSC TKR, Inc., d/b/a Cablevision of Raritan Valley; Cablevision of Rockland and Cablevision of Warwick, LLC, all of which are wholly-owned subsidiaries of CSC Holdings, Inc. and all of which are subject to the Board's jurisdiction and are referred to collectively as Cablevision.
- 6. James L. Dolan, Chief Executive Officer, President and Director; Michael P. Huseby, Executive Vice President and Chief Financial Officer; William Keith Harper, Senior Vice President and Controller; Charles F. Dolan, Chairman of the Board of Directors; Thomas C. Dolan, Director; Rand Araskog, Director; Frank Biondi, Director; Patrick F. Dolan, Director; Charles D. Ferris, Director; Richard H. Hochman, Director; John Malone, Director; Victor Oristano, Director; Thomas V. Reifenheiser, Director; John R. Ryan, Director; Brian Sweeney, Director; Vincent Tese, Director and Leonard Tow, Director, who are and/or were at all relevant times officers and or directors of CSC Holdings, Inc., and in their capacity as corporate officers and/or directors participated directly or indirectly in the acts alleged herein.
- 7 The Office of Cable Television has become aware, through investigation and complaint, of allegations concerning the failure of Cablevision to correctly communicate with its customers about the availability of discounted rates for elderly or disabled persons, commonly referred to as "senior discounts."
- 8. The Office of Cable Television has become aware, through investigation and complaint, of allegations concerning the failure of Cablevision to provide full and complete documentation and disclosure of the complaints received by the company for the fourth quarter of 2004.
- 9. Despite many informal attempts by the Office of Cable Television to obtain information to address the foregoing, Cablevision has not provided responsive information.

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- 10. The Board incorporates by reference each and every allegation contained in the foregoing paragraphs.
- 11. Pursuant to N.J.A.C. 14:8-3.18(a)(4). N.J.A.C. 14:18-3.4(d) and N.J.A.C. 14:18-3.20, cable television operators must annually advise customers of the availability of senior discount rates if in effect, must advise customers of the most advantageous rate to which they are eligible to receive and must provide notice of senior discounts if in effect.
- 12. Pursuant to Certificate of Approval Board Orders, authorizing franchises in the Borough of Kinnelon, the Borough of Oakland, the Village of Ridgewood, the

Township of Teaneck, the Borough of Upper Saddle River, the Borough of Waldwick, the Township of Wayne, the Borough of Wood Ridge and the Township of Wyckoff in the Oakland System, Cablevision agreed to provide senior discounts on a "most favored nation" basis, wherein Cablevision agreed that, in the event it offered a senior discount in any municipality, it would automatically provide a senior discount in the foregoing municipalities which had negotiated for this clause.

- 13. On March 5, 2002, Cablevision notified the Office of Cable Television that it had elected to provide the Township of Clifton a senior discount, and therefore triggered the "most favored nation" clause in the nine (9) other municipalities listed in Paragraph 12.
- 14. On May 29, 2002, Cablevision submitted a letter to the Office of Cable Television listing the ten (10) total municipalities which, because of the "most favored nation" clause, would be receiving a ten percent (10%) senior discount on or about June 5, 2002.
- 15. Based upon a number of complaints received by the Office of Cable Television, it appears that Cablevision may not have been offering this discount to customers and when customers inquired about it, its existence was denied by customer service representatives.
- 16. The Office of Cable Television, by letter dated March 26, 2004, requested information as to senior discounts in the Oakland System, and specifically requested Cablevision to:

Indicate, municipality by municipality, whether or not a senior discount is offered. If one is offered, please indicate, municipality by municipality, when it was implemented. If implemented, please provide from January 1, 2003 and for all dates going forward, municipality by municipality, copies of the annual notification reflecting the discount.

- 17. Cablevision did not respond to this letter.
- 18. On September 10, 2004, the Office of Cable Television again asked Cablevision to provide the requested information with a deadline of September 27, 2004.
- 19. As of this date, Cablevision has not provided the above information.
- 20. In light of Cablevision's continued failure to provide the Office of Cable Television with information to determine whether Cablevision has offered the senior discount required in the Oakland system, the Board is concerned with compliance with senior discount requirements throughout the Cablevision systems operating in New Jersey.
- 21. It appears that by reason of the foregoing, the Board has foundation to believe that Cablevision may have violated the requirements of its Certificate of Approval Board Orders and various regulatory requirements with respect to senior discounts such that formal investigation is warranted pursuant to N.J.S.A. 48:5A-9.

Therefore, the Board HEREBY ORDERS Cablevision to submit three (3) copies of the following to the Office of Cable Television and three (3) copies to the Office of the Attorney General. attention DAG Susan J. Vercheak, within ten (10) business days of the date of service of this Order upon Cablevision:

- a. Confirmation by certification of a corporate officer, on a municipality by municipality basis, of the provision of senior discounts in those municipalities where it is required by the Certificate of Approval; when the senior discount was implemented and, from January 1, 2003 forward, on a municipality by municipality basis, copies of the annual notification reflecting the required senior discount, throughout all fourteen (14) systems, specified in paragraph 5.
- b. "Screen shots" from any and all customer service computer systems, indicating that the availability of discounts is clear to customer service representatives, as well as any and all scripts, guidelines, handbooks or other training or sales materials or information provided to customer service representatives or other person or persons with responsibility for contact with customers or the general public from the date of implementation of any senior discount rate to date;
- c. Proof in the form of copies certified to be true of customer bills, redacted as necessary to satisfy State and federal privacy concerns, from each municipality offering a senior discount of those customers receiving the discount as well as copies of any and all applications or other documentation submitted by customers, redacted as necessary to satisfy State and federal privacy concerns, on a municipality by municipality basis, from June 5, 2002 to date, seeking senior discounts

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- 22. The Board incorporates by reference each and every allegation contained in the foregoing paragraphs.
- 23. Pursuant to N.J.S.A. 48:5A-26.1(b), which became effective August 12, 2003, all cable operators must furnish to the Office of Cable Television a detailed report of the number and character of complaints made by customers and communicated to the cable television company.
- 24. To implement N.J.S.A. 48:5A-26.1, the Board ordered all cable television companies to retain complaint records and provide a report of these complaints on a yearly basis, in a format designed to protect the privacy of all customers, I/M/O Implementation of P.L. 2003, c. 38, Providing for the Reporting of Complaints Received by Cable Companies to the Board of Public Utilities, Order, Dkt. No. CX03080615, dated August 19, 2003.
- 25. The Board further ordered all cable television companies to provide copies to the Board as required by N.J.S.A. 48:5A-26.1 with personal information redacted as necessary, and ordered that each company or system-wide complaint record not turned over in a timely manner would be considered a separate violation. I/M/O Implementation of P.L. 2003, c. 38. Providing for the Reporting of Complaints Received by Cable Companies to the Board of Public Utilities, Amended Order, Dkt. No. CX03080615, dated December 12, 2003.

BPU Docket No. CX05040335

26. To clarify confusion as to the meaning of "complaint" claimed by the regulated community, the Board defined "complaint" as the following:

Complaint means any written or verbal contact, including by telephone, by an assistive technology device for the hearing impaired such as TTY/TDD, a telecommunications relay service, in person, by facsimile, e-mail, or any other reasonable means, with a cable television operator in connection with any product or service it offers in which a person expresses discontent or dissatisfaction with an act, omission, product, service, service content or complement, term or condition of service.

[I/M/O Implementation of P.L. 2003, c. 38, Providing for the Reporting of Complaints Received by Cable Companies to the Board of Public Utilities, Amended Order, Dkt. No. CX03080615, dated September 14, 2004.]

- 27. The Board codified the foregoing Orders for recording and reporting customer complaints at N.J.A.C. 14:18-6.7.
- 28. On January 31, 2005, Cablevision submitted a fourth quarter 2004 complaint report, indicating a total complaint number of 24,612.
- 29. On July 28, 2005, the Office of Cable Television advised Cablevision that the information provided in its fourth quarter 2004 complaint report appeared incomplete.
- 30. As of the date of this Order, Cablevision has not submitted any further data or otherwise demonstrated that the report was complete.
- 31. It appears that by reason of the foregoing, the Board has foundation to believe that Cablevision may have violated N.J.S.A. 48;5A-26.1, implementing regulations and the above-listed Board orders such that formal investigation is warranted pursuant to N.J.S.A. 48;5A-9.

Therefore, the Board <u>HEREBY ORDERS</u> Cablevision to submit three (3) copies of the following to the Office of Cable Television and three (3) copies to the Office of the Attorney General, attention DAG Susan J. Vercheak, within ten (10) business days from the date of service of this Order upon Cablevision.

All complaint records, in any and all formats, from the fourth quarter of 2004, pursuant to the definition set forth at N.J.A.C. 14:18-1.2, with an accompanying certification from a corporate officer as to their completeness, accuracy and compliance with the definition set forth at N.J.A.C. 14:18-1.2.

It is <u>FURTHER ORDERED</u> that if Cablevision fails to fully comply with this Order and submit the foregoing within the time specified hereinabove, or within such reasonable extension thereof, if any, as may be agreed to in writing by the Office of the Attorney General, the Attorney General

of the State of New Jersey is hereby authorized and requested, without further Order by this Board, to enforce Cablevision's observance of this Order by court proceeding, pursuant to N.J.S.A. 48:5A-51 and to seek the imposition against Cablevision of the maximum penalties permitted by law for such failure to comply therewith.

It is FURTHER ORDERED that the Office of Cable Television shall continue with any investigation as may be necessary and proper with respect to the past and continued compliance by Cablevision as to the complaint reporting requirements of N.J.S.A. 48:5A-26.1 and associated Board Orders and Regulations, as well as the past and continued compliance with the requirements of providing accurate and complete information to the Office of Cable Television and to customers as to the availability of senior discounts throughout the Cablevision systems in the State, and Cablevision is ORDERED to cooperate with this investigation including, but not limited to, the production and reproduction of documents and information requested and the appearance at any deposition pursuant to N.J.S.A. 48:5A-9.

It is FURTHER ORDERED that Cablevision shall preserve and maintain all material and information relating to the above investigations, including all documents and other information retention, including but not limited to emails, audio recordings, spreadsheets, databases, and computer or hard copy backups of relevant information, and that such information shall be provided to the Board as requested by the Office of Cable Television during the continuing conduct of the investigation.

It is FURTHER ORDERED that nothing in this Order shall be considered a waiver or an election to forebear from any action on the part of the Board, including but not limited to the issuance of an Order to Show Cause, the issuance of subpoenas, institution of judicial action, or any other action concerning this order or any other matter within the power of the Board.

MON-55-5002 12:44

Finally, it is <u>FURTHER ORDERED</u> that a certified copy of this Order be immediately served upon CSC Holdings, Inc.

DATED: 10/27/05

COMMISSIONER

BOARD OF PUBLIC UTILITIES

JEANNE M. FOX

CONNIE O. HUGHES COMMISSIONER

JACK ALTER COMMISSIONER

ATTEST:

KRISTI IZZO (SECRETARY

I HEREBY CERTIFY that the within document is a true copy of the original in the files of the Board of Public Utilities

Kush kgg

BPU Docket No. CX05040335

SERVICE LIST

IN THE MATTER OF THE ALLEGED FAILURE OF CERTAIN SUBSIDIARIES OF CSC HOLDINGS, INC. (CABLEVISION) TO COMPLY WITH PROVISIONS OF THE NEW JERSEY CABLE TELEVISION ACT N.J.S.A. 48:5A-1 et seq. AND/OR THE NEW JERSEY ADMINISTRATIVE CODE, N.J.A.C. 14:18-1.1 et seq.

8

DOCKET NO. CX05040335

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